



**State of Tennessee**  
**Health Services and Development Agency**

Andrew Jackson Building, 9th Floor, 502 Deaderick Street, Nashville, TN 37243  
**www.tn.gov/hsda** Phone: 615-741-2364 Fax: 615-741-9884

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## **AGENDA**

AT & T Tower  
333 Commerce Street  
Main Auditorium  
Nashville, TN

Wednesday, March 25, 2015  
8:30 a.m. CDT

- I. CALL TO ORDER
- II. ROLL CALL
- III. DIRECTOR'S ANNOUNCEMENTS
- IV. APPROVAL OF MINUTES
- V. STATE HEALTH PLAN UPDATE
  - A. Update: Jeff Ockerman, Director of Health Planning, Department of Health
- VI. CONSENT CALENDAR
  - A. The Home Option by Harden Healthcare, Oak Ridge (Anderson County), TN — CN1501-001  
The initiation of home health services in Blount, Campbell, Claiborne, Grainger, Monroe, Morgan, Roane, and Scott Counties. If approved, the applicant's sister agency Gentiva Certified Healthcare Corporation, proposes to de-license the same 8 counties. The agency is located at 800 Oak Ridge Turnpike, Suite A208, Oak Ridge (Anderson County), TN 37830 and is currently licensed for Anderson, Jefferson, Knox, Loudon, Sevier and Union Counties. The estimated project cost is \$38,000.00.
  - B. Advanced Diagnostic Imaging, P.C. d/b/a Southern Sports Medicine Institute, Gallatin (Sumner County), TN — CN1501-002  
The applicant is seeking approval to continue in-office magnetic resonance imaging (MRI) services limited to extremities approved in Thomas L. Gautsch, MD, PC, CN0110-088A, under the ownership of Advanced Diagnostic Imaging, PC d/b/a Southern Sports Medicine Institute (SSMI), an existing multi-specialty physician practice group that Dr. Gautsch is joining. Other than the change in ownership, no change in site, equipment (GE Lunar E-Scan 0.2 Tesla Open MRI scanner) or imaging services (extremity MRI scans) will occur. The estimated project cost is \$624,935.00.

- C. Baby + Company Nashville, Nashville (Davidson County), TN — CN1501-003  
The relocation of an approved but unimplemented CON (CN1406-022) for a birthing center from leased space at 2106 21st Avenue, Nashville (Davidson County) to leased space at 3212 West End Ave, Nashville (Davidson County). The facility will include 4 birthing suites, 3 examination rooms and various support areas in approximately 7,800 square feet. The estimated project cost is \$2,080,111.00.

## VII. CERTIFICATE OF NEED APPLICATIONS

- A. Life Care Centers of America, Inc., d/b/a Life Care Center of East Ridge, East Ridge (Hamilton County), TN — CN1410-044  
The replacement of the existing 130-bed facility with a new 108-bed facility on the same campus located at 1500 Fincher Avenue, East Ridge (Hamilton County). The new site is adjacent to the existing nursing home. Twenty-two beds will be delicensed. The estimated project cost is \$24,874,400.00.
- B. Chattanooga-Hamilton County Hospital Authority d/b/a Erlanger East Hospital, Chattanooga (Hamilton County), TN — CN1412-048  
The acquisition of a linear accelerator and the initiation of services at Erlanger East Hospital at 1755 Gunbarrel Road, Chattanooga, TN, a satellite hospital operating under the license of Erlanger Medical Center, 975 East 3rd Street, Chattanooga (Hamilton County), Tennessee. If approved, the new linear accelerator at Erlanger East Hospital will replace a linear accelerator at Erlanger Medical Center reducing the number of linear accelerators at Erlanger Medical Center from two (2) to one (1). The estimated project cost is \$10,532,562.00.

**Simultaneous Review+- Implanted Pump Management, LLC, Knoxville (Knox County), TN — CN1407-027 and Pentec Health, Inc., Nashville (Davidson County), TN — CN1411-046 will be heard as a simultaneous review.**

- C. Implanted Pump Management, LLC+ Knoxville (Knox County), TN — CN1407-027  
The establishment of a home care organization and the initiation of home health services limited to intrathecal pump services. The parent office will be located at 200 Prosperity Place #102, Knoxville (Knox County), TN 37932. There are no branch offices proposed for this project. The service area includes all 95 counties in Tennessee. The estimated project cost is \$13,038.00.  
**Opposition:** National HealthCare Corporation  
**DEFERRED FROM DECEMBER 2014 MEETING**
- D. Pentec Health, Inc., Nashville (Davidson County), TN — CN1411-046  
The establishment of a home care organization and the initiation of home health services limited to intrathecal pump infusion and Ig-G replacement therapy services in all counties in Tennessee except Hancock, Perry and VanBuren Counties. The parent office will be located in leased space at 424 Church Street, Suite 2000, Nashville, TN. There are no branch offices proposed for this project. The estimated project cost is \$142,028.00.  
**Opposition:** National HealthCare Corporation

**Simultaneous Review++- TriStar Southern Hills Emergency Department at I-65 - CN1412-050 and Saint Thomas Midtown Hospital (Emergency Department at Brentwood) - CN1412-049 will be heard as a simultaneous review.**

- E. TriStar Southern Hills Emergency Department at I-65++, Brentwood (Davidson County), TN — CN1412-050  
The establishment of a satellite emergency department with 8 treatment rooms. The facility

will be located at an unaddressed site at the intersection of Old Hickory Boulevard and American General Way in Brentwood (Davidson County). The estimated project cost is \$11,316,699.00.

**Opposition:** Vanderbilt University Medical Center, Williamson Medical Center, St. Thomas Health

- F. Saint Thomas Midtown Hospital (Emergency Department at Brentwood)++, Brentwood (Davidson County), TN — CN1412-049

The establishment of a satellite emergency department facility with 8 treatment rooms at 791 Old Hickory Boulevard in Brentwood (Davidson County). The facility will be physically connected to Premier Radiology. The estimated project cost is \$6,757,172.00.

**Opposition:** Vanderbilt University Medical Center, Williamson Medical Center, TriStar Southern Hills

- G. Southern Hills Surgery Center, Brentwood (Davidson County), TN — CN1411-047

The relocation of Southern Hills Surgery Center from 360 Wallace Road, Nashville (Davidson County), TN 37211, to leased space in a building to be constructed at an unaddressed site in the northeast corner of the intersection of Old Hickory Boulevard and American Way, Brentwood (Davidson County), TN 37250. The estimated project cost is \$17,357,832.00.

**Opposition:** Vanderbilt University Medical Center, Williamson Medical Center, St. Thomas Campus Surgicare, Baptist Ambulatory Surgery Center, Baptist Plaza Surgicare d/b/a Nashville EndoSurgery Center, Franklin Endoscopy Center, Physicians Pavilion Surgery Center, Williamson Medical Center

**DEFERRED FROM FEBRUARY 2015 MEETING**

## VIII. GENERAL COUNSEL'S REPORT

- A. Behavioral Healthcare Center at Memphis, Memphis (Shelby County), TN — CN0711-089AE  
Request for a modification and a third extension of the expiration date. The project was approved on May 28, 2008 for the establishment of a sixteen (16) bed mental health hospital and the initiation of inpatient psychiatric services. The inpatient beds and services will be focused on the geriatric population, and all sixteen (16) beds will be designated as geriatric psychiatric beds. The modifications will reduce the estimated project cost to \$2,734,737, which is a reduction of \$3.9 million.

The modification request includes the following:

- 1) Relocation from a freestanding building into a dedicated and newly constructed addition of the building occupied by Harbor View, Inc. Concurrent with licensure of the 16-bed mental health hospital for geriatric patients, 17 nursing home beds at Harbor View Nursing and Rehabilitation Center will be delicensed.
- 2) A reduction in square footage from 32,500 square feet to 10,912 square feet.
- 3) A reduction in the approved project cost from \$6,643,912 to \$2,734,737.
- 4) A change in the description from the "unaddressed site" language to 1513 North Second Street, Memphis, TN 38107

The extension request is for an additional 9 months which would extend the expiration from July 1, 2015 to April 1, 2016. The first extension extended the expiration date from July 1, 2011 to July 1, 2013. The second extension extended the expiration July 1, 2013 to July 1, 2015.

- B. University of Tennessee Medical Center, Knoxville (Knox County), TN — CN1005-022AE  
A request for a three month extension of the expiration date from April 1, 2015 to July 1, 2015. This project was approved on August 25, 2010 for construction of a 28,000 SF addition to the existing surgery facilities to house 13 new operating rooms. The project also included the renovation of approximately 12,000 SF of existing space and a new endovascular suite. The project cost was estimated to be \$18,432,272.

- C. Contested Case Update

IX. OTHER BUSINESS

X. ADJOURNMENT